COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF DEWITT WATER DISTRICT

FOR AN ADJUSTMENT OF RATES PURSUANT TO

THE ALTERNATE PROCEDURE FOR SMALL UTILITIES

)

CASE NO. 8798

ORDER

Pursuant to the order of the Court of Appeals dated February 13, 1986, the rates of Dewitt Water District ("Dewitt") are adjusted according to the schedule in Appendix A to reflect the inclusion of rate case expense associated with the filing of this case.

The rate case expense disallowed was in the amount of \$462 annually; therefore Dewitt is entitled to \$1,233 of additional revenue which they failed to collect as the result of the original order issued on July 15, 1983.

The \$1,233 additional revenue should be collected through the establishment of a surcharge in the amount of \$1.25 to be added to each bill rendered for service beginning the first billing period after the date of this order. The surcharge should remain in effect for one year or until the amount of \$1,233 in additional revenue has been collected.

Dewitt should maintain their records in such manner that will enable them to monitor the amount of additional revenue collected by the imposition of the surcharge. When the full amount of \$1,233 is collected Dewitt should inform the Commission of such collections and remove the surcharge.

IT IS THEREFORE ORDERED that the rates contained in Appendix A are approved for service rendered by Dewitt on and after the date of this Order.

IT IS FURTHER ORDERED that the surcharge contained in Appendix A shall remain in affect for one year from the date of this Order or until \$1,233 has been collected.

IT IS FURTHER ORDERED that Dewitt shall file notice with the Commission when \$1,233 has been collected through the surcharge.

IT IS FURTHER ORDERED that Dewitt shall file revised tariffs reflecting these rates within 30 days of this Order.

Done at Frankfort, Kentucky, this 7th day of March, 1986.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Vice Chairman

ATTEST:

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 8798 DATED 3/7/86

The following rates and charges are prescribed for the customers in the area served by Dewitt Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES: Monthly

First 1,000 gallons \$5.95 Minimum Bill

Next 9,000 gallons 2.10 per 1,000 gallons

Next 20,000 gallons 1.70 per 1,000 gallons

Over 30,000 gallons 1.30 per 1,000 gallons

SURCHARGE: A monthly surcharge in the amount of \$1.25 shall be applied to each customer's bill for a period of one year, or until \$1,233 has been collected starting with the first billing period after the effective date of this Order.